

WORKERS COMPENSATION FUND PERFORMANCE REPORT FOR JULY 2001

9/10/2001

	Assets as of July 31, 2001			* RATES OF TOTAL RETURN						
	EMV \$(000)	Actual Alloc	Policy Alloc	Month Ended (preliminary) Jul-01	Quarter Ended				2002 FYTD	Year Ended 6/30/2001
					Jun-01	Mar-01	Dec-00	Sep-00		
LARGE CAP EQUITY										
Value										
LSV	17,833	1.9%	1.8%	1.19%	8.10%	-0.57%	7.52%	11.45%	1.19%	28.80%
RUSSELL 1000 VALUE				-0.21%	4.88%	-5.86%	3.60%	7.86%	-0.21%	10.33%
Growth										
Alliance Capital	18,808	2.0%	1.8%	-3.26%	10.03%	-20.15%	-17.25%	-4.04%	-3.26%	-30.23%
RUSSELL 1000 GROWTH				-2.50%	8.42%	-20.90%	-21.35%	-5.38%	-2.50%	-36.18%
Core										
State Street	71,226	7.7%	8.4%	-0.98%	5.81%	-11.93%	-7.82%	-1.05%	-0.98%	-15.00%
S&P 500				-0.98%	5.85%	-11.86%	-7.82%	-0.97%	-0.98%	-14.83%
TOTAL LARGE CAP DOM. EQUITY	107,867	11.6%	12.0%	-1.04%	6.91%	-11.64%	-6.50%	2.03%	-1.04%	-9.87%
S&P 500				-0.98%	5.85%	-11.86%	-7.82%	-0.97%	-0.98%	-14.83%
SMALL CAP EQUITY										
SEI Investments	51,954	5.6%	6.0%	-3.30%	N/A	N/A	N/A	N/A	-3.30%	N/A
RUSSELL 2000 + 200 bp				-5.24%	N/A	N/A	N/A	N/A	-5.24%	N/A
TOTAL SMALL CAP DOM. EQUITY	51,954	5.6%	6.0%	-3.30%	14.24%	-9.39%	-10.36%	3.24%	-3.30%	-4.21%
RUSSELL 2000				-5.41%	14.29%	-6.51%	-6.91%	1.11%	-5.41%	0.57%
CONVERTIBLES										
Trust Company of the West	103,993	11.2%	12.0%	-2.96%	4.74%	-10.11%	-13.01%	3.09%	-2.96%	-15.57%
F.B. CONVERTIBLE SECURITIES INDEX				-1.97%	4.12%	-6.24%	-12.31%	2.95%	-1.97%	-11.87%
INTERNATIONAL EQUITY- Core										
Capital Guardian	65,130	7.0%	8.0%	-3.30%	0.94%	-8.89%	-7.10%	-11.54%	-3.30%	-24.42%
MSCI 50% HEDGED EAFE INDEX (1)				-2.74%	0.15%	-10.44%	-3.47%	-8.07%	-2.74%	-20.41%
FIXED INCOME										
Core - Index										
Bank of North Dakota	242,117	26.0%		2.46%	0.31%	3.29%	4.24%	2.79%	2.46%	11.02%
BND Match CD's	15,611	1.7%		0.47%	1.35%	1.44%	1.47%	1.49%	0.47%	5.88%
Total Bank of North Dakota	257,728	27.7%	26.6%	2.34%	0.36%	3.20%	4.11%	2.72%	2.34%	10.76%
LB GOVT/CORP				2.49%	0.30%	3.20%	4.37%	2.87%	2.49%	11.13%
Core Bond										
Western Asset	319,639	34.4%	32.5%	2.46%	1.18%	3.42%	4.29%	3.20%	2.46%	12.62%
LB AGGREGATE				2.24%	0.56%	3.03%	4.21%	3.01%	2.24%	11.22%
TOTAL FIXED INCOME	577,367	62.1%	59.0%	2.41%	0.81%	3.32%	4.20%	2.99%	2.41%	11.77%
LB GOVT/CORP				2.49%	0.30%	3.20%	4.37%	2.87%	2.49%	11.13%
CASH EQUIVALENTS										
BND - Money Market Account	24,035	2.6%	3.0%	0.32%	1.00%	1.40%	1.62%	1.71%	0.32%	5.85%
90 DAY T-BILLS				0.33%	1.12%	1.51%	1.63%	1.51%	0.33%	5.90%
TOTAL FUND	930,346	100.0%	100.0%	0.58%	3.33%	-1.87%	-1.05%	1.71%	0.58%	2.05%
POLICY TARGET BENCHMARK				0.58%	2.28%	-1.46%	-0.48%	1.40%	0.58%	1.70%
TOTAL VALUE ADDED DUE TO										
Asset Mix				0.09%	-0.15%	0.01%	-0.08%	0.36%	0.09%	0.14%
Active Management				-0.09%	1.18%	-0.42%	-0.49%	-0.05%	-0.09%	0.21%
Total Value Added				-0.00%	1.03%	-0.41%	-0.57%	0.31%	-0.00%	0.35%

(1) Prior to October 1, 2000, the benchmark for this asset class was the MSCI *Unhedged* EAFE Index.

* NOTE: Monthly returns and market values are preliminary and subject to change.
Returns are net of management fees.